



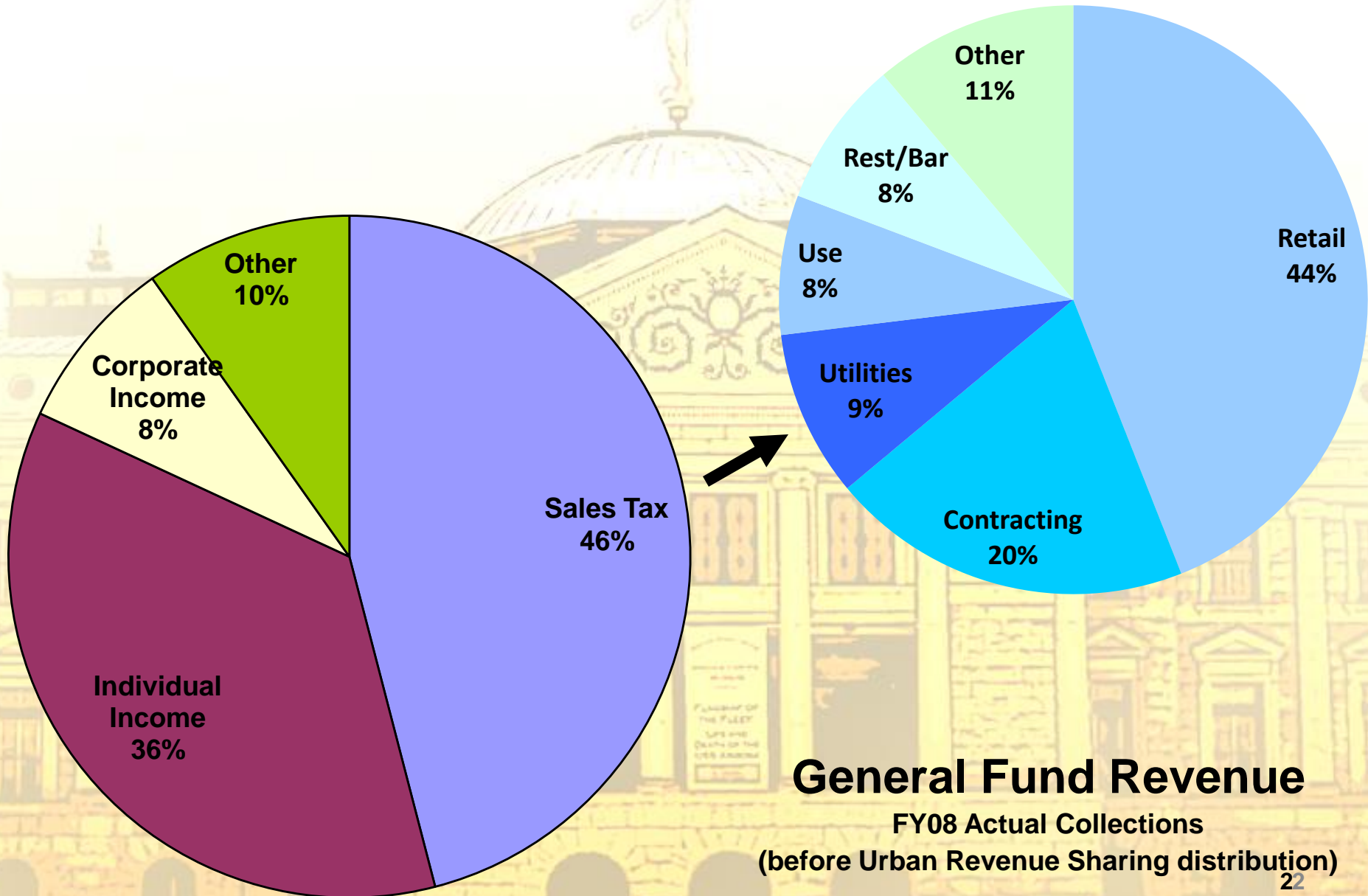
# Budget Briefing



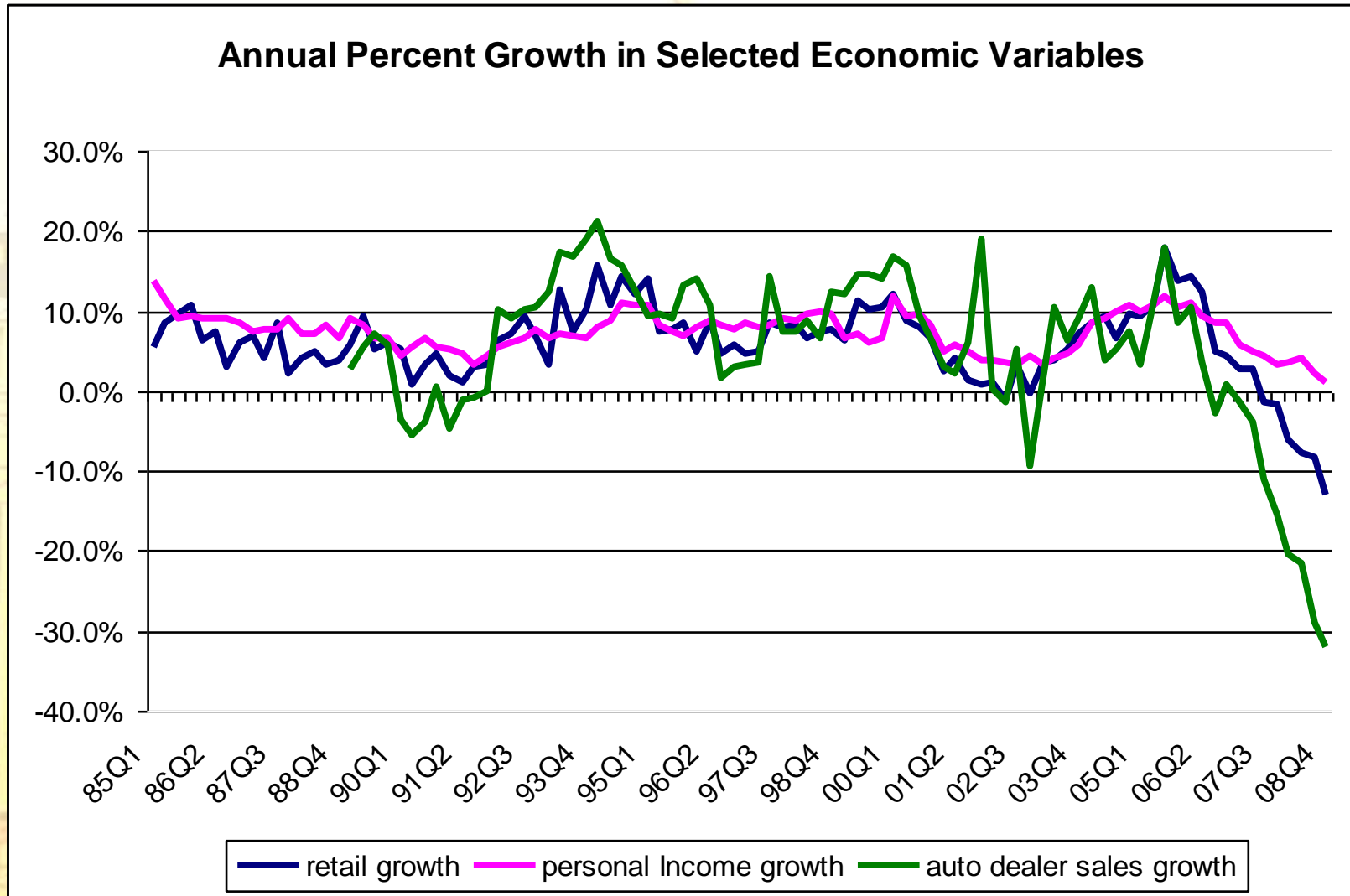
**State of Arizona**  
**Janice K. Brewer, Governor**

April 9, 2009

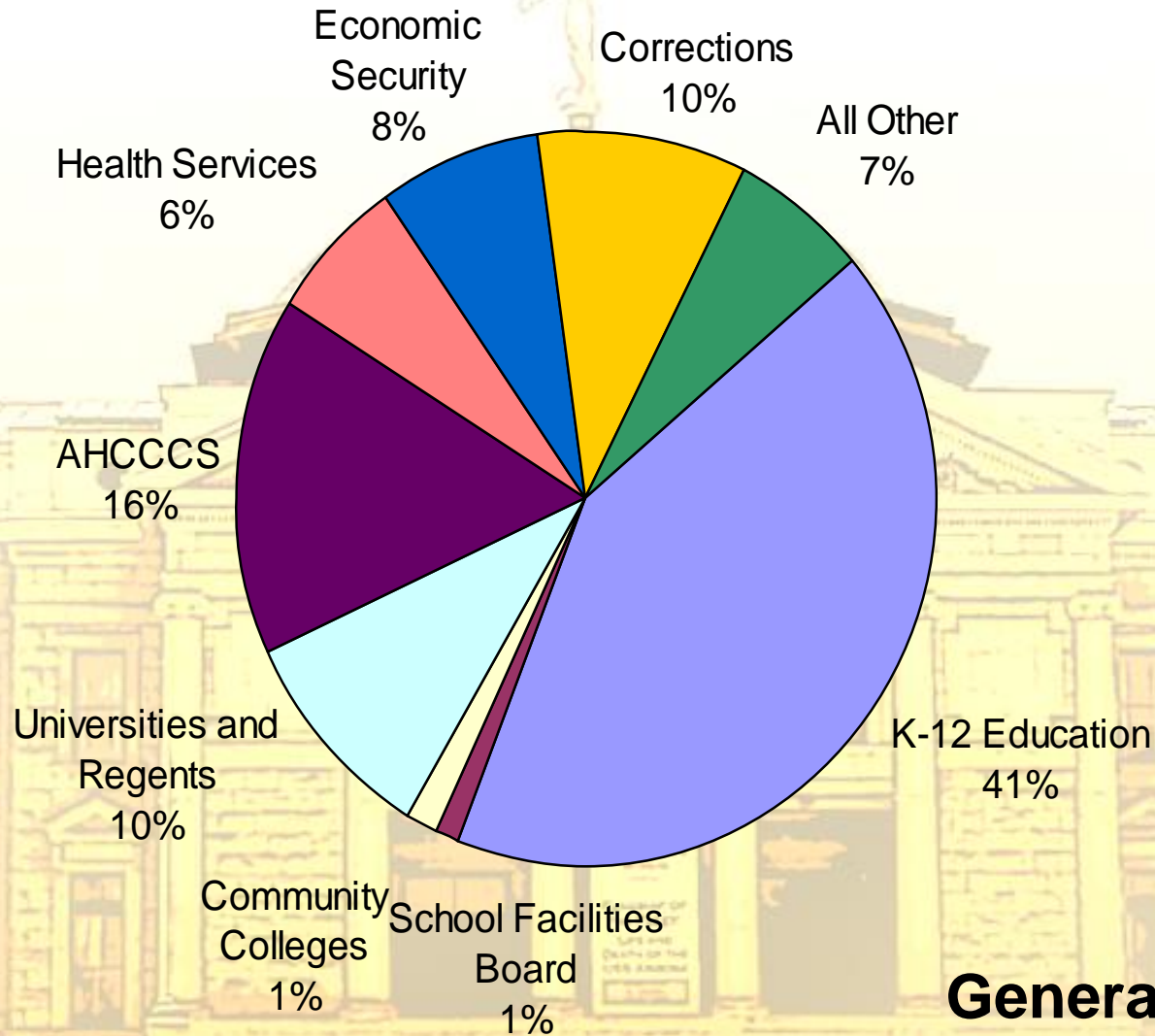
# Arizona's Revenue Streams



# Arizona's Revenue Trends

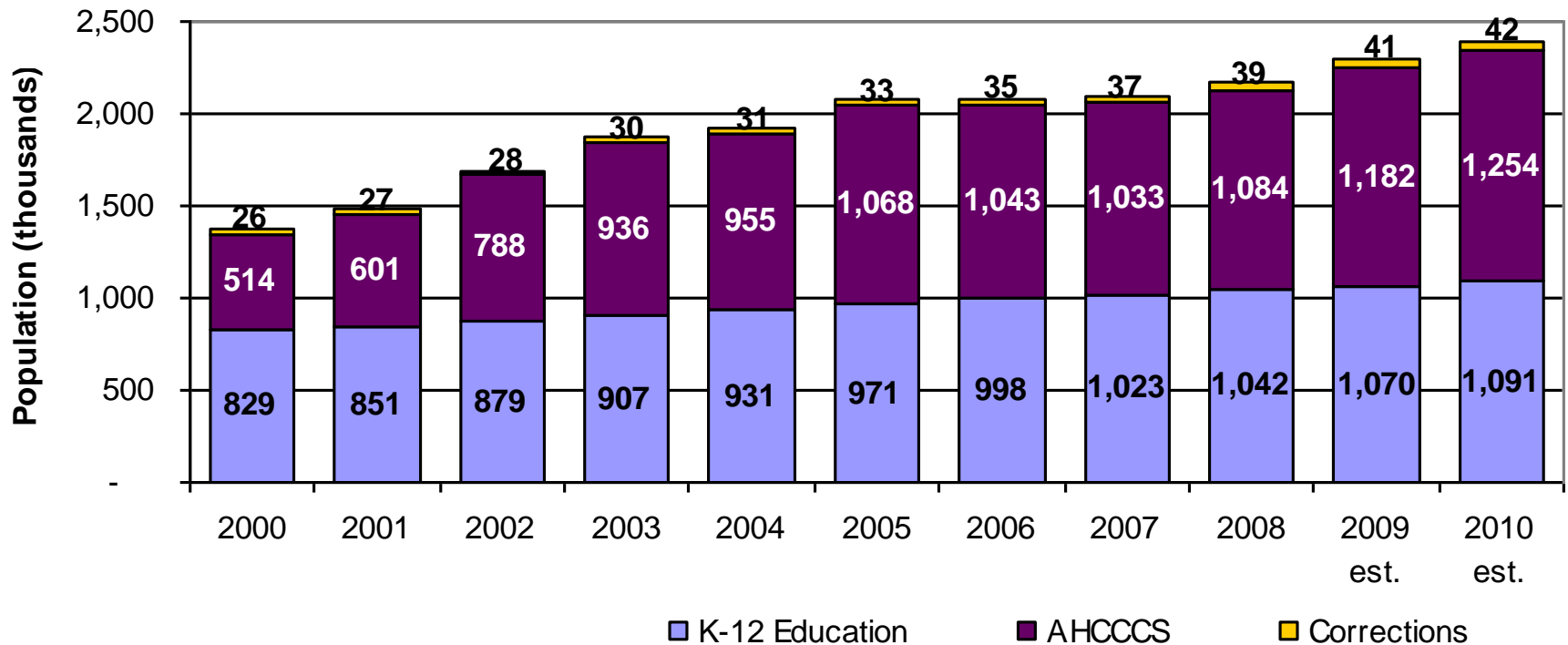


# Arizona's Expenditures



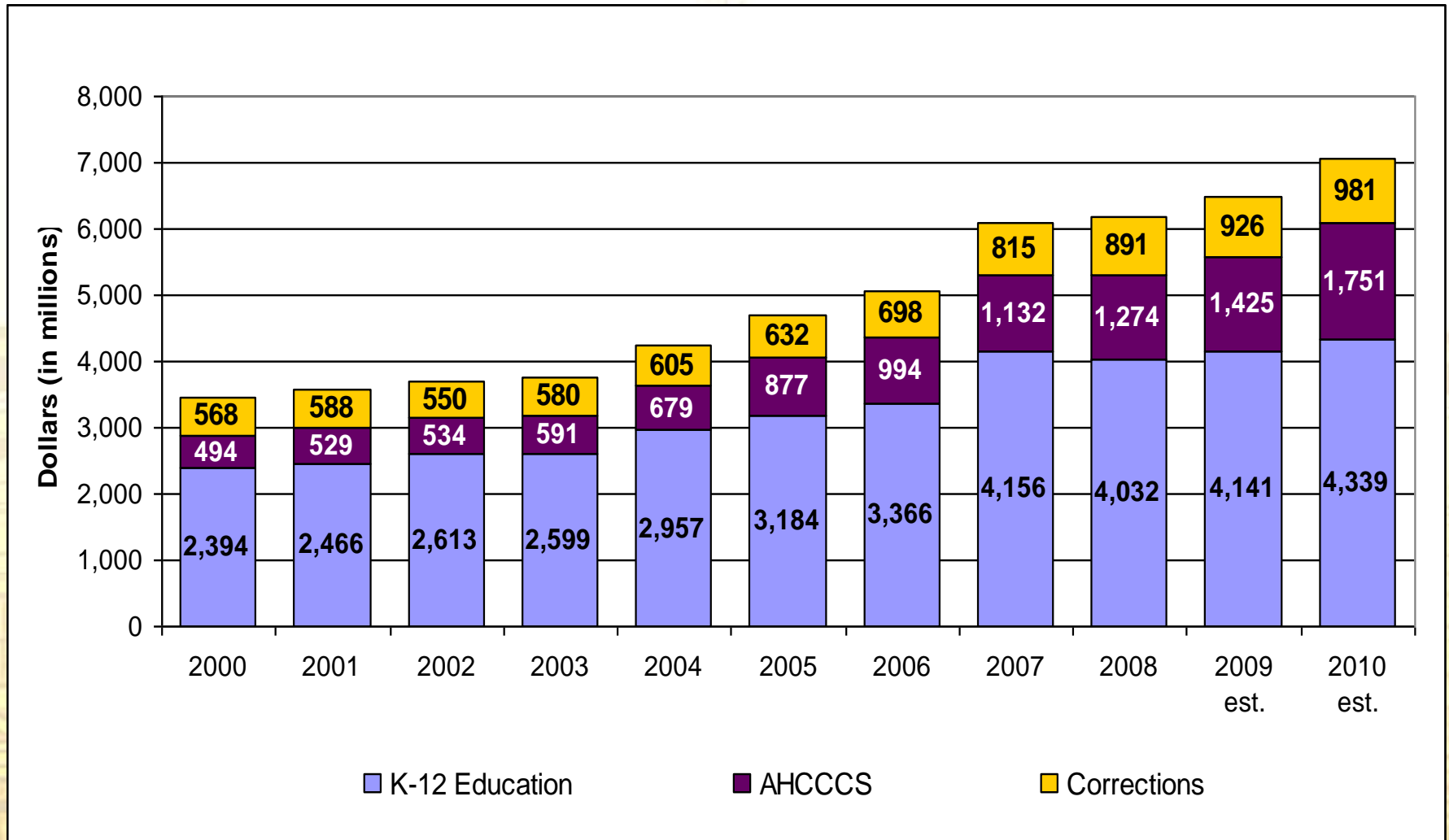
**General Fund  
Appropriations**  
FY09 Adjusted Appropriations

# Arizona's Expenditure Trends



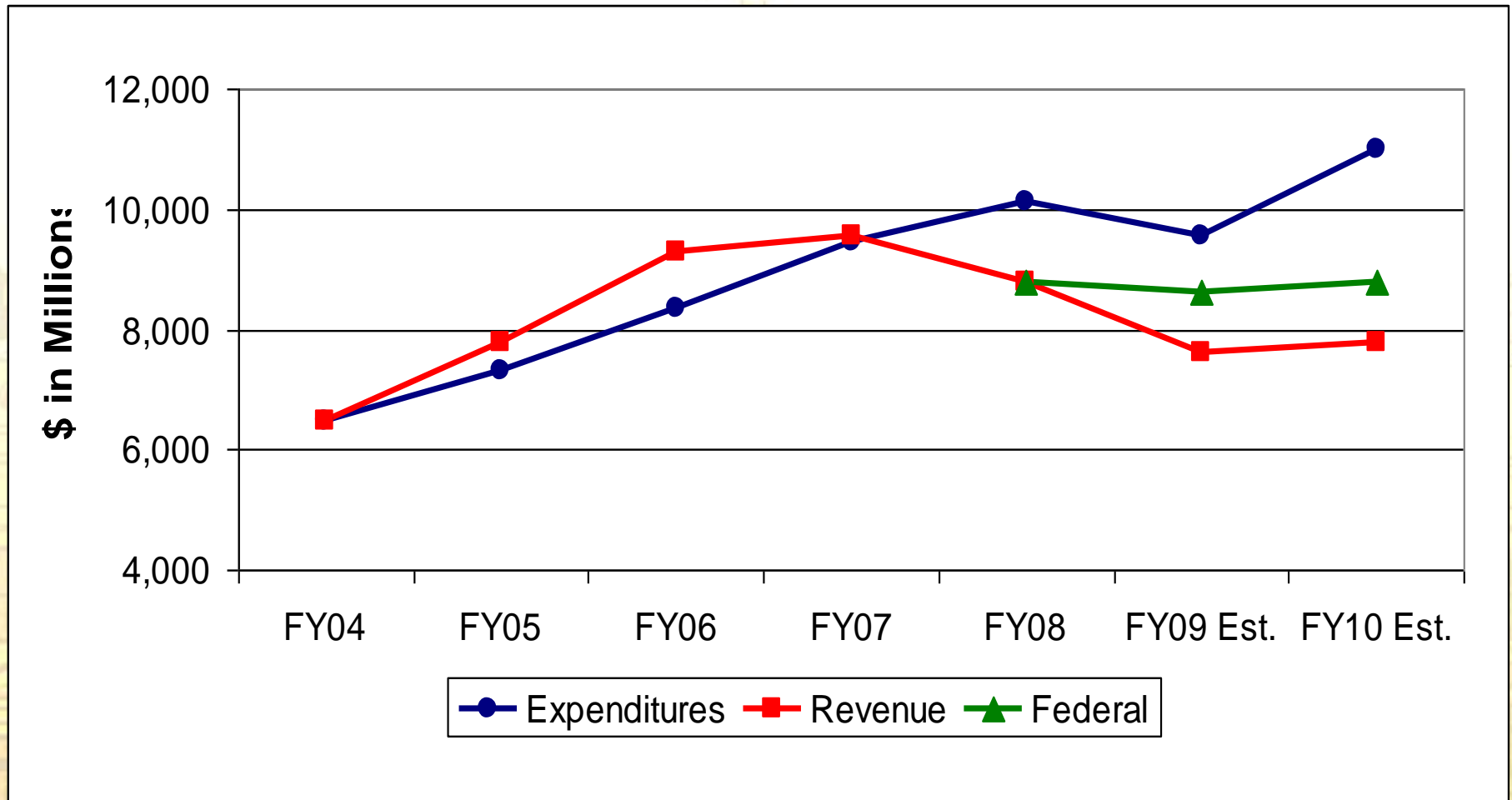
Caseload and enrollment for K-12 Education, AHCCCS, and Corrections are expected to grow by 107,000 from FY09 to FY10.

# Arizona's Expenditure Trends



The caseload growth translates to an increased funding requirement, from FY09 to FY10, amounting to \$600 million.

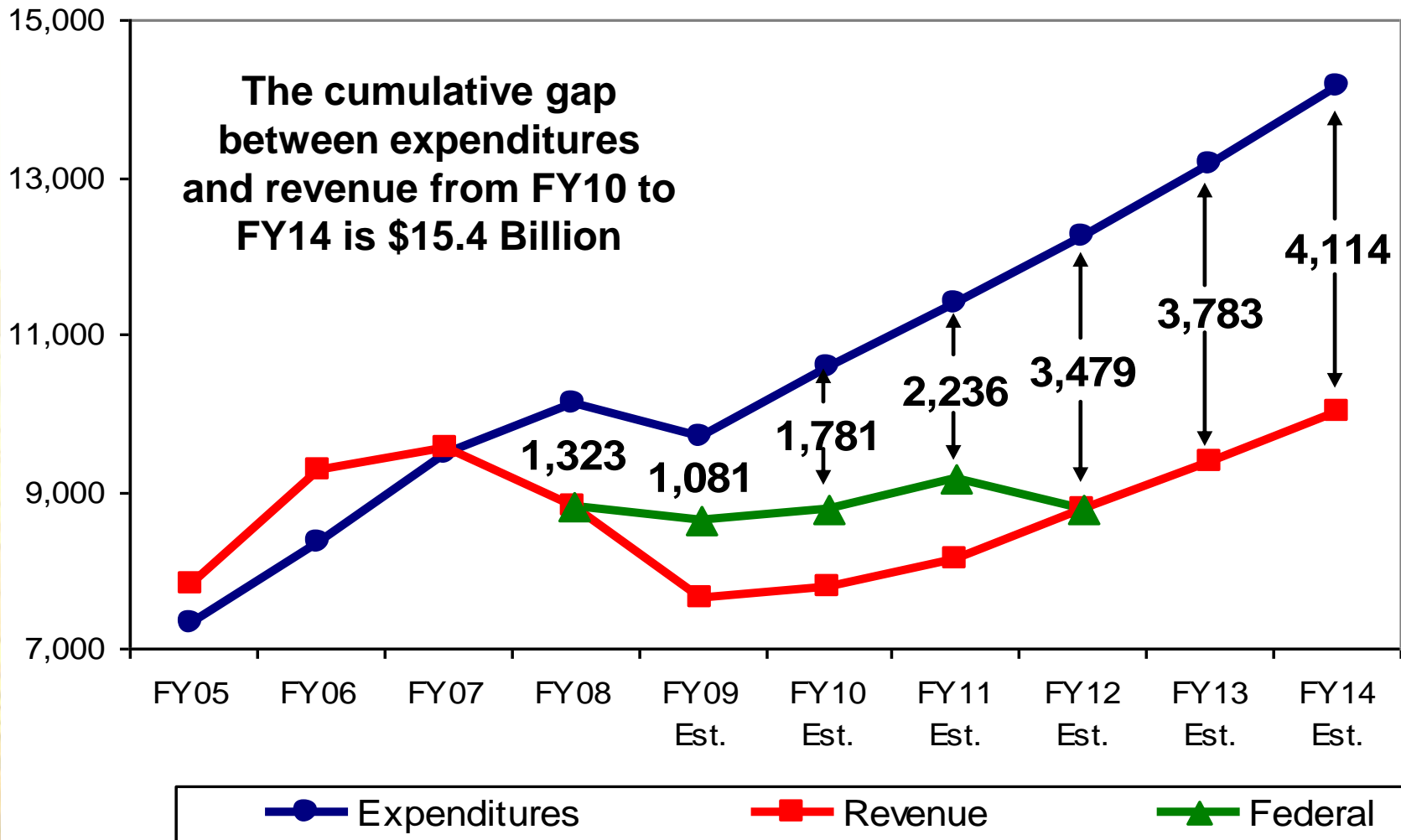
# Arizona's Budget Crisis



# How The Gap Has Been Filled

	<u>FY 2008</u>	<u>FY 2009</u>
	<u>in millions</u>	
• Agency Reductions (Permanent)	248	584
• Rainy Day Fund (Temporary)	560	130
• K-12 Rollover (Temporary)	272	330
• Other Fund Transfers (Temporary)	290	467
• Federal Assistance (Temporary)	0	500

# Arizona's Future Fiscal Crisis



# **Building A Better Arizona – Governor Jan Brewer's 5 Point Plan**

- 1. Reform budget process – focus on long-term needs and resources**
- 2. Improve Prop. 105 – The Voter Protection Act**
- 3. Further spending cuts, reduce general fund by \$1 billion**
- 4. Provide tax reform to attract business and more jobs**
- 5. Temporary tax increase - \$1 billion revenue to bridge the gap in our budget shortfall**



# Budget Briefing



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